

Tobacco Tax Funds

DESCRIPTION OF MAJOR SERVICES

The Arrowhead Regional Medical Center established these funds in 1989-1990 to facilitate the transfer of Tobacco Tax funds to the County hospital, Non-County hospitals and Physicians, as required by the State Department of Health Services. The funds will then be disbursed per guidelines established by the state.

These funds are allocated by the state to county hospitals, non-county hospitals, and physicians to partially reimburse them for uncompensated medical services. ARMC is projected to net approximately \$1.17 million from this revenue source in 2004-05, and will transfer the balance to area hospitals in accordance with the prescribed distribution formula.

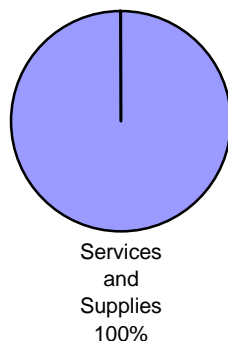
There is no staffing associated with this budget unit.

BUDGET AND WORKLOAD HISTORY

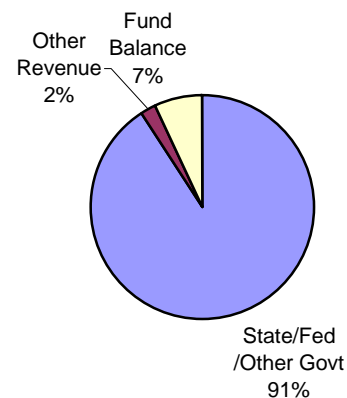
	Actual 2002-03	Budget 2003-04	Estimate 2003-04	Proposed 2004-05
Total Appropriation	3,673,889	4,390,510	2,313,997	1,883,777
Departmental Revenue	3,608,934	3,648,209	1,700,473	1,755,000
Fund Balance		742,301		128,777

The 2003-04 estimated revenue is based on the state's allocation letter received by the Medical Center. The department's request for 2004-05 assumes a decrease in revenues, consistent with recent trends for receipt of revenue from taxes imposed on tobacco products.

2004-05 BREAKDOWN BY EXPENDITURE AUTHORITY



2004-05 BREAKDOWN BY FINANCING SOURCE



GROUP: Administrative/Executive
 DEPARTMENT: Arrowhead Regional Medical Center
 FUND: Tobacco Tax Funds

BUDGET UNIT: RGA - RGR
 FUNCTION: Health and Sanitation
 ACTIVITY: Hospital Care

ANALYSIS OF 2004-05 BUDGET

	A	B	C	D	E	B+C+D+E F	G	F+G H
	2003-04 Year-End Estimates	2003-04 Final Budget	Cost to Maintain Current Program Services (Schedule A)	Board Approved Adjustments (Schedule A)	Impacts Due to State Budget Cuts (Schedule B)	Board Approved Base Budget	Department Recommended Funded Adjustments (Schedule C)	2004-05 Proposed Budget
Appropriation								
Services and Supplies	2,313,997	4,390,510	-	-	-	4,390,510	(2,506,733)	1,883,777
Total Appropriation	2,313,997	4,390,510	-	-	-	4,390,510	(2,506,733)	1,883,777
Departmental Revenue								
Use Of Money & Prop	72,348	145,000	-	-	-	145,000	(99,000)	46,000
State, Fed or Gov't Aid	1,628,125	3,503,209	-	-	-	3,503,209	(1,794,209)	1,709,000
Total Revenue	1,700,473	3,648,209	-	-	-	3,648,209	(1,893,209)	1,755,000
Fund Balance		742,301	-	-	-	742,301	(613,524)	128,777

SCHEDULE C

DEPARTMENT: Arrowhead Regional Medical Center
 FUND: Tobacco Tax Funds
 BUDGET UNIT: RGA - RGR

DEPARTMENT RECOMMENDED FUNDED ADJUSTMENTS

Brief Description of Program Adjustment	Budgeted Staffing	Appropriation	Departmental Revenue	Fund Balance
1. Decrease Services and supplies Decrease appropriations to reflect a lower state allocation and a decrease in fund balance.	-	(2,506,733)	-	(2,506,733)
2. Decrease in tobacco revenues The 2003-04 state allocation was significant lower than anticipated. This adjustment reflects the lower allocation. The department expects to receive the same funding in 2004-05 as in 2003-04.	-	-	(1,794,209)	1,794,209
3. Decrease in interest revenue Interest revenue decreased due to a lower cash balance in the account because of anticipated used of fund balance.	-	-	(99,000)	99,000
Total	-	(2,506,733)	(1,893,209)	(613,524)

